

Alcohol Sales Privatization House File 820

Last Action:

House Floor

April 14, 2005

Executive Summary Only

An Act concerning State liquor activities, including liquor prices set by the Alcoholic Beverages Division, moneys appropriated from liquor sale revenues for substance abuse treatment, and State liquor warehouse operations.

**Fiscal Services Division
Legislative Services Agency**

NOTES ON BILLS AND AMENDMENTS (NOBA)

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EXECUTIVE SUMMARY NOTES ON BILLS AND AMENDMENTS

HOUSE FILE 820 ALCOHOL SALES PRIVATIZATION

BILL SUMMARY

ALCOHOLIC LIQUOR SALES

NEW APPROPRIATION FOR SUBSTANCE ABUSE PREVENTION AND TREATMENT

REQUEST FOR PROPOSAL

EFFECTIVE DATE

- This Bill changes the requirements regarding the sale of alcoholic liquor to class “E” licensees, creates a new appropriation for the Substance Abuse Prevention and Treatment Program in the Department of Public Health, prohibits the hiring of State FTE positions, requires a request for proposals be issued, and establishes timeframes.
- Deletes language that prohibits the Alcoholic Beverages Division (ABD) from establishing prices on alcoholic liquor sold to class “E” licensees based on delivery distance. Also permits the licensees to pick up or contract for the pickup of the alcoholic liquor purchased from ABD.
- Makes an FY 2007 appropriation of \$2.0 million from liquor sales revenue to the Department of Public Health for the Substance Abuse Prevention and Treatment Program. Previously, all funding for the Program was appropriated from the General Fund.
- Prohibits the ABD from adding State FTE positions for the purposes of the State assuming the functions be contracted.
- Requires the Department of Administrative Services to issue a request for proposals or other competitive bidding process to select a successor contractor to perform the State liquor warehouse and trucking functions, and establishes December 31, 2005, for selection.
- Permits the ABD to submit a bid based on using costs associated with State pay grade classifications and benefits from the most recent collective bargaining agreement.
- Specifies that Section 2 of this Bill relating to the appropriation takes effect July 1, 2006.